1401 Main Street, Suite 900 Columbia, SC 29201



Phone: (803) 737-0800 Eax: (803) 737-0804

nsedwar@regstaff.sc.gov

Nanette S. Edwards Chief Counsel and Director of Legal Services

May 1, 2009

VIA ELECTRONIC FILING

Charles L.A. Terreni, Esquire Chief Clerk/Administrator Public Service Commission of South Carolina 101 Executive Center Dr., Suite 100 Columbia, SC 29210

Re:

Petition of Duke Energy Carolinas, LLC for Approval of Energy Efficiency Programs and An Accounting Order to Defer Costs Incurred in Connection with Development and Implementation of Energy Efficiency Programs

Docket No.: 2009-166-E

Dear Mr. Terreni:

The South Carolina Office of Regulatory Staff ("ORS") has reviewed the above Petition.

ORS supports the approval of the Petition with the understanding that ORS will be able to examine the deferred costs and the proposed compensation mechanism in Duke's upcoming general rate case and that ORS will be able to raise any issues or concerns that ORS may have at that time.

Allowing Duke to implement its energy-efficiency programs by June 1, 2009, will provide Duke customers the opportunity to take advantage of these programs sooner rather than later.

Sincerely,

Nanette S. Edwards, Esq.

Dante S. Edward

cc: Catherine E. Heigel, Esq. Gudrun Thompson, Esq.

Jeffrey M. Nelson, Esq.